

8912

**TECHE ACTION
BOARD, INC.
Franklin, Louisiana**

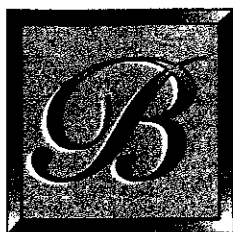
**Financial And Compliance Report
May 31, 2005**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 1-4-06

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report	1
Financial Statements:	
Statements of Financial Position	2
Statements of Activities	3
Statements of Cash Flows	4
Statements of Functional Expenses	5
Notes to Financial Statements	6 - 10
Supplementary Information	
Schedule of Expenditures of Federal Awards	11
Report On Internal Control Over Financial Reporting And On Compliance and Other Matters Based On An Audit Of Financial Statements Performed In Accordance With <i>Government Auditing Standards</i>	12 - 13
Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133	14 - 15
Schedule of Findings and Questioned Cost	16 - 17
Summary Schedule of Prior Year Findings and Questioned Costs	18



Founded in 1978

BROUSSARD & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS, L.L.C.

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Teche Action Board, Inc.
Franklin, Louisiana

We have audited the accompanying statement of financial position of Teche Action Board, Inc., (a non-profit organization) as of May 31, 2005, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of Teche Action Board, Inc. as of May 31, 2005, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 4, 2005, on our consideration of Teche Action Board, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of Teche Action Board, Inc. taken as a whole. The schedule of functional expenses is presented for purposes of additional analysis and is not a required part of the financial statements of Teche Action Board, Inc. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is also not a required part of the financial statements of Teche Action Board, Inc. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Broussard & Company

Lake Charles, Louisiana
November 4, 2005

MOSS BLUFF OFFICE
695 Sam Houston Jones Parkway, Suite D
Lake Charles, Louisiana 70611
Ph: (337) 217-3370 Fax: (337) 439-6647

LAKE CHARLES OFFICE
One Lakeshore Drive, Suite 1900
Lake Charles, Louisiana 70629
Ph: (337) 439-6600 Fax: (337) 439-6647

SULPHUR OFFICE
704 First Avenue
Sulphur, Louisiana 70663
Ph: (337) 527-0010 Fax: (337) 527-0014

TECHE ACTION BOARD, INC.
Franklin, Louisiana
Statement of Financial Position
As of May 31, 2005

Assets	
Current Assets	
Cash and cash equivalents	\$ 603,646
Patient accounts receivable, net	740,443
Supplies inventory	39,607
Prepaid expenses	18,798
Other receivables	436
Total Current Assets	<u>1,402,930</u>
Property, Plant and Equipment	
Land improvements	78,810
Building and improvements	1,274,705
Furniture and equipment	802,701
Vehicles	52,900
	<u>2,209,116</u>
Less accumulated depreciation	<u>(1,055,129)</u>
	1,153,987
Construction in progress	96,105
Land	145,489
Net Property, Plant and Equipment	<u>1,395,581</u>
Total Assets	<u><u>\$ 2,798,511</u></u>
Liabilities and Net Assets	
Current Liabilities	
Accounts payable	\$ 76,227
Accrued payroll and related liabilities	299,077
Current portion of notes payable	7,544
Total Current Liabilities	<u>382,848</u>
Long Term Liabilities	
Notes payable - net of current portion	84,397
Total Liabilities	<u>467,245</u>
Net Assets	
Unrestricted net assets	<u>2,331,266</u>
Total Liabilities and Net Assets	<u><u>\$ 2,798,511</u></u>

See accompanying notes to financial statements.

TECHE ACTION BOARD, INC.
Franklin, Louisiana
Statement of Activities
For The Year Ended May 31, 2005

Revenue and Support

Revenue:

Net patient service revenue	\$	2,784,157
-----------------------------	----	-----------

Support:

Grant, Public Health Service		2,116,749
Other grants and contracts		101,462
State PPS refund		8,190
Other income		150,304

Total Support		2,376,705
---------------	--	-----------

Total Revenue and Support		5,160,862
---------------------------	--	-----------

Expenses

Program services		3,465,565
Management and general		1,572,214

Total Expenses		5,037,779
----------------	--	-----------

Change in Net Assets		123,083
----------------------	--	---------

Net Assets - Beginning of Year		2,090,321
--------------------------------	--	-----------

Prior period adjustment - correction of error		117,862
---	--	---------

Net Assets - Beginning of Year (restated)		2,208,183
---	--	-----------

Net Assets - End of Year	\$	2,331,266
--------------------------	----	-----------

See accompanying notes to financial statements.

TECHE ACTION BOARD, INC.
Franklin, Louisiana
Statement of Cash Flows
For The Year Ended May 31, 2005

Cash Flows From Operating Activities	
Change in net assets	\$ 123,083
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	87,792
Change in allowance for doubtful accounts	278,769
(Increase) decrease in accounts receivable	(488,799)
(Increase) decrease in supplies inventory	(3,443)
(Increase) decrease in prepaid expenses	3,688
Increase (decrease) in accounts payable	(124,154)
Increase (decrease) in accrued payroll and related expenses	185,314
Other	4,228
	<hr/>
Net Cash Provided (Used) by Operating Activities	66,478
	<hr/>
Cash Flows From Investing Activities	
Fixed asset acquisitions	(232,080)
	<hr/>
Net Cash Provided (Used) by Investing Activities	(232,080)
	<hr/>
Cash Flows From Financing Activities	
Cash received from bank loans	96,105
Principal payments on bank loans	(4,163)
	<hr/>
Net Cash Provided (Used) by Financing Activities	91,942
	<hr/>
Net Increase (Decrease) in Cash and Cash Equivalents	(73,660)
Cash and Cash Equivalents - Beginning of Year	677,306
	<hr/>
Cash and Cash Equivalents - End of Year	\$ 603,646
	<hr/>
Supplemental Disclosure:	
Interest paid	\$ 3,335
	<hr/>

See accompanying notes to financial statements.

TECHE ACTION BOARD, INC.
Franklin, Louisiana
Schedule of Functional Expenses
As of May 31, 2005

	Program Services	Supporting Services Management & General	Total
Salaries	2,244,596	493,469	2,738,065
Fringe benefits	253,940	123,991	377,931
Medical contract expense	385,047	920	385,967
Non-medical contract expense	58,816	186,218	245,034
Supplies	343,582	52,722	396,304
Equipment - non capitalized	61,219	11,760	72,979
Travel expense	31,484	54,538	86,022
Meetings and seminars	9,508	126	9,634
Repairs and maintenance	19,971	52,154	72,125
Utilities	30	35,796	35,826
Telephone and postage	17,118	52,759	69,877
Dues and subscriptions	2,883	15,528	18,411
Insurance	19,764	42,233	61,997
Organization meeting	-	11,453	11,453
Advertising	1,047	27,493	28,540
Depreciation	-	87,792	87,792
Lease expense	-	41,045	41,045
Interest	-	3,335	3,335
Rental expense	368	2,891	3,259
Bad debt expense	-	247,357	247,357
Other	16,192	28,634	44,826
Total Functional Expenses	3,465,565	1,572,214	5,037,779

TECHE ACTION BOARD, INC.
Franklin, Louisiana
Notes to Financial Statements
May 31, 2005

NOTE 1 - NATURE OF ACTIVITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Teche Action Board, Inc., (a nonprofit corporation) operates as Teche Action Clinic. The Organization was incorporated in May 1974 to provide comprehensive health care to area residents, with particular emphasis on the socio-economically disadvantaged.

Income Taxes

The Organization is exempt from federal income taxes under Section 501 (c) (3) of the Internal Revenue Code. Accordingly, no provision for federal and state income taxes is included in the financial statements.

Method of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting, in accordance with generally accepted accounting principles.

Accounting Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of reporting cash flows, the Organization considers all highly liquid debt investments purchased with a maturity of three months or less to be cash equivalents.

Property and Equipment

Property and equipment is stated at cost. It is the Organization's policy to capitalize expenditures for these items in excess of \$1,000. Depreciation of property and equipment is computed principally by the straight-line method over the following estimated useful lives:

	<u>Years</u>
Buildings and Improvements	5 - 35
Equipment, furniture and fixtures	3 - 20
Vehicles	10

TECHE ACTION BOARD, INC.
Franklin, Louisiana
Notes to Financial Statements (Continued)
May 31, 2005

NOTE 1 - NATURE OF ACTIVITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

Functional Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activity. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Accounts Receivable

The Organization records accounts receivable at the time of service according to fees developed from cost data of this and similar organizations. These amounts are often reduced because of the patients' inability to pay or because of disallowances and reductions from third party payors.

Bad Debts

The Organization uses the allowance method in accounting for its un-collectible accounts.

Inventory

Supply inventories are stated at lower of cost, determined by the FIFO method, or market.

Net Patient Service Revenue

Net patient service revenue is reported at the estimated net realizable amounts from patients, third-party payors, and others for services rendered.

Grants and Contributions

Grants and contributions are recognized as income when received. The Board reports grants as temporarily restricted support if they are received with stipulations that limit the use of the funds. When grantor restrictions expire, temporary restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. All other support is recognized when earned.

Retirement Plan

The Organization has a 401(k) retirement plan for eligible employees. To be eligible, an employee must be employed with the Organization for at least one year and must be at least eighteen years of age. Retirement expense recognized was \$43,271 for fiscal year ending 2005.

TECHE ACTION BOARD, INC.
Franklin, Louisiana
Notes to Financial Statements (Continued)
May 31, 2005

NOTE 2 - PATIENT ACCOUNTS RECEIVABLE

Patient accounts receivable are comprised of the following for the years ending May 31,:

	<u>2005</u>
Medicare	\$ 184,603
Medicaid	668,513
Private	<u>285,585</u>
	1,138,701
Less allowance for doubtful accounts	<u>398,259</u>
	<u>\$ 740,442</u>

NOTE 3 - COST REPORT RECEIVABLE

The Organization participates in the Medicare and Medicaid programs as a provider of medical services to program beneficiaries. The Organization participates in the Medicaid program as a federally qualified health center. Final settlements will be made upon completion of audits by program representatives.

NOTE 4 - ACCRUED VACATION

The Organization allows employees to carry over 80 hours of unused vacation. An employee may carry over additional vacation hours only with written permission from the executive director. The accrual is calculated based on the employee's pay rate at the end of the year. At May 31, 2005, accrued vacation totaled \$162,414.

NOTE 5 - NOTES PAYABLE

Notes payable for the twelve months ended May 31, 2005 consisted of the following:

Bank note payable, dated October 15, 2004, due in 35 equal monthly installments of \$1,071.12 and one final installment due October, 2007 of \$72,872.69, including interest at 6.0%, collateralized by all the organizations real and personal property.	\$ 91,941
Less current portion	<u>(7,544)</u>
Long-term debt	<u>\$ 84,397</u>

TECHE ACTION BOARD, INC.
Franklin, Louisiana
Notes to Financial Statements (Continued)
May 31, 2005

NOTE 5 - NOTES PAYABLE (Continued)

Maturities of debt are as follows:

<u>May 31,</u>	<u>Amount</u>
2005	\$ 7,544
2006	8,010
2007	<u>76,387</u>
Total	<u>\$ 91,941</u>

NOTE 6 - OPERATING LEASES

Effective September 2005, the Organization leases a modular building in Houma, Louisiana. The lease is for 60 months for \$3,175 per month.

Effective July 2004, the Organization leases mailing equipment for 22 months at \$1,320 per quarter.

Effective July 2002, the Organization leases a copy machine for 48 months at \$106.52 per month.

Effective May 2004, the Organization leases a copy machine for 60 months at \$182.52 per month.

Future minimum payments are as follows:

May 31, 2006	\$46,848
May 31, 2007	45,783
May 31, 2008	45,570
May 31, 2009	45,570
May 31, 2010	13,485

NOTE 7 - ECONOMIC DEPENDENCY

The Organization receives a substantial portion of its total support and revenues from the federal government. During the years ended May 31, 2005, Teche Action Board, Inc. recorded \$2,164,044 in grant support from the Department of Health and Human Services. This represents 44% of total support and revenues for the years ended May 31, 2005.

NOTE 8 - CONCENTRATIONS OF CREDIT RISK

The Organization maintains several bank accounts at various banks. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$100,000. Cash at one of these institutions exceeded federally insured limits by \$360,813 as of May 31, 2005.

The majority of the Organization's patients are located in South Louisiana. The Organization grants credit without collateral to its patients. A significant number of them are covered by Medicaid.

TECHE ACTION BOARD, INC.
Franklin, Louisiana
Notes to Financial Statements (Continued)
May 31, 2005

NOTE 9 - FUNCTIONAL ALLOCATION OF EXPENSES

Expenses were allocated in the accompanying financial statements to program and supporting service functional expense groups. The methods of allocation were based on several factors such as utilization of office space as well as the Organization's estimates of the relative proportion of various staff members' time and effort between program and administrative functions.

NOTE 10 - CHARITY CARE

The Organization provides care to patients who qualify under federal guidelines and other policies of the Organization at fees less than its established rates. The amount of charity care is reduced from the amount of fees for services presented in the statement of activities. The amount of charity care for the year ended May 31, 2005 is \$1,045,425.

NOTE 11 - DONATED FACILITIES

St. John Parish allowed the Organization to operate a site free of rent and utilities in Edgard, Louisiana during fiscal year 2005. The value of this in-kind contribution has not been determined.

NOTE 12 - DONATED PHARMACEUTICALS

The Organization participates in several pharmaceutical distribution programs for indigent patients. Under these programs, free prescriptions are provided to eligible patients of the Organization. These amounts are not included in the statements of activities.

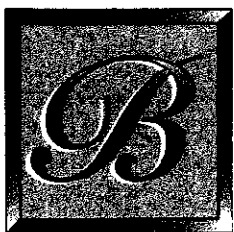
NOTE 13 - PRIOR PERIOD ADJUSTMENT

The beginning balances of certain accounts have been restated to correct errors. Accounts payable from 2003 were not reversed in 2004; an operating lease was treated as a capital lease in prior years resulting in an overstatement of building and improvements and capital lease payable; and grants receivable from prior years were understated. The effect of these errors increases the beginning balance of net assets by \$117,862.

Schedule of Expenditures of Federal Awards Year Ended May 31, 2005

Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Teche Action Board, Inc., and is presented on the accrual basis of accounting. The information on this schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Certain costs have been allocated to the federal program in accordance with OMB Circular A-122, Cost Principles for Non-Profit Organizations. The amounts presented in this schedule do not differ from amounts presented in, or used in the preparation of the financial statements.



Founded in 1978

BROUSSARD & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS, L.L.C.

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

Board of Directors
Teche Action Board, Inc.
Franklin, Louisiana

We have audited the financial statements of Teche Action Board, Inc. (a nonprofit organization) as of and for the May 31, 2005, and have issued our report thereon dated November 4, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit we considered Teche Action Board, Inc.'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. However, we noted a certain matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect Teche Action Board, Inc.'s ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. A reportable condition is described in the accompanying schedule of findings and questioned costs as item 2005-01.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe the reportable condition described above is not a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Teche Action Board, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our test disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

MOSS BLUFF OFFICE
695 Sam Houston Jones Parkway, Suite 20
Lake Charles, Louisiana 70611
Ph: (337) 217-3370 Fax: (337) 439-6647

LAKE CHARLES OFFICE
One Lakeshore Drive, Suite 1900
Lake Charles, Louisiana 70629
Ph: (337) 439-6600 Fax: (337) 439-6647

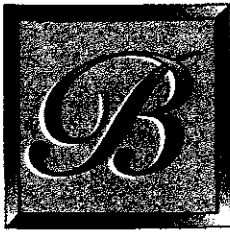
SULPHUR OFFICE
704 First Avenue
Sulphur, Louisiana 70663
Ph: (337) 527-0010 Fax: (337) 527-0014

Board of Directors
Teche Action Board, Inc.
Franklin, Louisiana
Page 2

This report is intended solely for the information of the audit committee, management, and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Bronssard & Company

Lake Charles, Louisiana
November 4, 2005



Founded in 1978

BROUSSARD & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS, L.L.C.

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Board of Directors
Teche Action Board, Inc.
Franklin, Louisiana

Compliance

We have audited the compliance of Teche Action Board, Inc., with the types of compliance requirements described in the "U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement" that are applicable to each of its major federal programs for the May 31, 2005. Teche Action Board, Inc.'s, major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Teche Action Board, Inc.'s, management. Our responsibility is to express an opinion on Teche Action Board, Inc.'s, compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and (OMB) Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations". Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Teche Action Board, Inc.'s, compliance with those requirements performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Teche Action Board, Inc.'s, compliance with those requirements.

In our opinion, Teche Action Board, Inc., complied in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for May 31, 2005.

Board of Directors
Teche Action Board, Inc.
Franklin, Louisiana
Page 2

Internal Control Over Compliance

The management of Teche Action Board, Inc. is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Teche Action Board, Inc.'s, internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information of the audit committee, management, and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Broussard & Company

Lake Charles, Louisiana
November 4, 2005

TECHE ACTION BOARD, INC.

Schedule of Findings and Questioned Cost
Year Ended May 31, 2005

SECTION I – SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditor's report issued Unqualified
Internal control over financial reporting:
Material weaknesses identified? ☐ Yes ☒ No
Reportable conditions identified not considered
to be material weaknesses? ☒ Yes ☐ None reported
Noncompliance material to financial statements
noted? ☐ Yes ☒ No

Federal Awards

Internal control over major programs:
Material weaknesses identified? ☐ Yes ☒ No
Reportable conditions identified not considered
to be material weaknesses? ☐ Yes ☒ None reported
Type of auditor's report issued on compliance
for major programs: Unqualified
Any audit findings disclosed that are required
to be reported in accordance with Circular
A-133, Section .510 (a)? ☐ Yes ☒ No

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
93.224	US Department of Health and Human Services, Community Health Center Section 330

Dollar threshold used to distinguish between
Type A and Type B programs: \$500,000

Auditee qualified as low-risk auditee? ☐ Yes ☒ No

TECHE ACTION BOARD, INC.
Franklin, Louisiana
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended May 31, 2005

SECTION II – FINDINGS AND QUESTIONED COSTS

2005-01

Finding: During our audit, we noted some instances where proper documentation had not been maintained to substantiate credit card charges.

Recommendation: We recommend that Teche Action Board retain appropriate records in order to substantiate credit card charges.

Response: Prior to actual credit card charge, proper approval for such purchase had been obtained. Teche Action Board has implemented procedures to prevent payment of credit card disbursement until proper documentation has been received. Teche Action Board will enforce the policy consistent with the above recommendation and maintain appropriate records.

TECHE ACTION BOARD, INC.

**Summary Schedule of Prior Year Findings and Questioned Costs
Year Ended May 31, 2005**

None